GOVERNMENT OF ANDHRA PRADESH
ABSTRACT

AHDD&F Dept., - Transfer of management of the Dairy to the Guntur District Milk Producers' Cooperative Union Limited, Sangamjagarlamudi – Withdrawal orders-Issued.

ANIMAL HUSBANDRY, DAIRY DEV. & FISHERIES (DY.&VIG.) DEPARTMENT

G.O.MS.No. 19 Dated: 27-04-2021.
Read the following:-

1. G.O. Ms. No. 875, Forests & Rural Development Department, dated 27.08.1977.
2. G.O. Ms. No. 185, Forests & Rural Development Department dated 01.03.1978.
3. From the MD, APDDCF, Hyderabad, Letter Rc. No. 35287/DDC/ Coop/77/P1 dt. 15.05.1978.
4. From the General Manager, the Guntur Dist. Milk Producers' Coop. Union Ltd., Letter dt. 07.06.1978.
5. G.O. Ms. No. 515, Forests & Rural Development (Corporation) Department dt. 17.07.1978.
6. From the Milk Commissioner and Registrar of Milk Cooperatives, Vijayawada Lr. Rc. No. 03/SCDR/APDDCF/2020, Dt. 11.09.2020.
7. Government Letter No. 12541874/Dy. & Vig (1)/2020 dt. 05.11.2020.
8. Report in Rc. No. 99/RE-VGT/2020-S17 dt. 19.04.2021 of the DG, Anti Corruption Bureau, AP, Vijayawada.
9. FIR in Cr. No. 2/RCO-GNT-ACB/2021 U/s 408, 409, 418, 420, 465, 471, 120-B r/w 34 IPC, Sec. 13 (1)(c)&(d) of P.C. Act of ACB, Guntur Range, Guntur.

-o0o-

In the reference 5th read above, Government directed the A.P. Dairy Development Corporation Ltd., to hand over the management of the Feeder/Balancing Dairy, Sangamjagarlamudi to the Guntur District Milk Producers' Cooperative Union Limited, Sangamjagarlamudi for its operations without transfer of ownership of the lands and dairy plant and machinery, subject to the conditions that the union shall not encumber or alienate the property without prior approval of the Government and the Union shall scrupulously observe and abide by such additional conditions as the Government may from time to time impose in regard to this matter.

2. In the larger public interest that the operations of the dairy unit should flourish, Government has invested material resources of the community and through the Funds raised through Government Guarantees paved ways for establishment of Feed Mixing Plant, construction of staff quarters etc., and allowed the Guntur District Milk Producers Cooperative Union Limited, Sangamjagarlamudi to continue its operations.

3. In the reference 6th read above, the Milk Commissioner & Registrar of Milk Cooperatives submitted that certain irregularities including misuse of the assets of the Government handed over for management through the G.O. 5th read above, were committed by the then Chairman & Management of the Guntur District Milk Producers Mutually Aided Cooperative Union Limited. Hence, in the reference 7th read above, Government has requested the Anti Corruption Bureau, Andhra Pradesh, to enquire into the allegations. Accordingly, in the reference 8th read above, the Anti Corruption Bureau has submitted its Enquiry Report declaring that there is prima facie material evidence with respect to connivance of the then Chairman of the Guntur District Milk Producers Mutually Aided Cooperative Union Limited with the then Managing Director and other officials of Guntur District Milk Producers Mutually Aided Cooperative Union Limited and the then District Cooperative Officer, Guntur in getting transfer of Ac. 10.00 cents of Government land in the name of the trust which was set up in memory of his late father and getting the Dairy incorporated as a Producer Company and getting memorandums of equitable mortgage executed in favour of National Diary Development Board by depositing the title deeds of the properties which are in the name of Andhra Pradesh Government / Andhra Pradesh Dairy Development Corporation Limited (APDDC) by

(P.T.O)

defying the orders of the Hon'ble High Court, and fraudulently availed huge loans from National Dairy Development Board (NDDB). The present unit at Vadlamudi is the same feeder dairy whose management was transferred to Guntur District Milk Producers' Cooperative Union Limited, Sangamjagarlamudi. The ownership had always remained with APDDC only. The Crime No 2/RCO-GNT-ACB/2021 registered by ACB pursuant references 7th and 8th read above is also on record. The above facts reveal that encumbrances have been created by the unit in violation of law is under investigation.

4. In view of the above violations, Government hereby withdraw G.O. Ms. No. 515, Forests & Rural Development (Corporation) Department dt. 17.07.1978 in public interest.

5. Government is concerned about the genuine interest of the milk producers, employees of the unit and consumer public. In order to ensure that there is no further depletion of assets created with support of Government and public monies and having regard to the state of affairs indicated in the references above and the investigation undertaken by Anti-Corruption Bureau, in the light of the withdrawal of GO Ms No 515, Forests & Rural Development (Corporation) Department dt. 17.07.1978, the Government deemed it appropriate to direct the following:

(a) The day-to-day activities of the unit shall continue unobstructed with the existing staff and employees.

(b) The Sub Collector, Tenali Division, Guntur District shall be present in the premises of the unit to ensure smooth and uninterrupted operation of the unit including procurement, processing, marketing and all allied activities.

(c) In the event of any deliberate stoppage or obstruction of day to day activities of the unit by any employees or any person connected with the functioning of the unit, the Sub Collector, Tenali is authorized to take such action as is deemed fit and appropriate.

The above arrangement shall be in place for a period of three months initially subject to further periodic review. The above measures are necessitated in view of overriding public interest to ensure uninterrupted supply of essential services and to ensure protection of the assets of the unit in public interest and to avoid any further depletion in the asset base of the unit.

(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)

Dr. POONAM MALAKONDAIAH
SPECIAL CHIEF SECRETARY TO GOVERNMENT (FAC)

To
The Collector, Guntur.
The Sub collector, Tenali Division, Guntur District.
The General Manager, Guntur District Milk Producers Mutually Aided Cooperative Union Limited, Vadlamudi, Guntur District.
The Administrative Officer, Sangam Milk Producer Company Limited, Vadlamudi, Guntur District
Copy to:
The Milk Commissioner & Registrar of Milk Cooperatives, Mangalagiri.
P.S to Spl. Secretary to CM.
P.S to Spl.C.S to Govt. (FAC), AHDD&F Dept.,
P.S to M(AHDD&F)
Sf/Sc.

//FORWARDED:: BY ORDER//

SECTION OFFICER